



**GOVERNMENT OF ANDHRA PRADESH**  
**ABSTRACT**

ANIMAL HUSBANDRY DEPARTMENT - ESTABLISHMENT of Foot & Mouth Disease (FMD) Vaccine Plant under Public Private Partnership (PPP) at Rajendranagar in the land of Animal Husbandry Department – In Principle clearance to the Project proposal – Accorded - Orders - Issued.

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**ANIMAL HUSBANDRY, DAIRY DEVELOPMENT & FISHERIES (AH.III) DEPARTMENT**

G.O.Ms.No. 20

dated 25<sup>th</sup> March, 2010.  
Read the following:

1. From the Director of Animal Husbandry, Letter Roc.No.5384/Epid/2010, dated 8.3.2010.
2. U.O. Note No.158/Fin.PMU/07-1, dated 27.9.2007 of Finance (PMU) Department.

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**ORDER:**

In the reference first read above, the Director of Animal Husbandry has reported that Andhra Pradesh occupies premier position in livestock sector in the country. The State has a total of 11.2 million cattle and 13.3 million buffaloes making a total of 24.5 million bovines as per 2007 livestock census. The sheep population is 25.5 millions and the goat population is 9.6 millions making a total of 35.1 million bovine population. Livestock provides livelihood for millions of farmer families and employment in villages especially to rural youth and women.

2. He has further reported that the Foot and Mouth Disease is the most important viral disease affecting all cloven footed animals namely cattle, buffaloes, sheep, goats and pigs. While rinderpest, another important viral disease causing severe outbreaks and heavy mortality in livestock has been successfully eradicated from the State and the country, foot and mouth disease is widely prevalent causing not only mortality but also loss of milk production, draft capacity and growth of surviving animals. The Country as well as the State are not able to export livestock or livestock products to many countries especially to the Western countries, because of the disease. Control of the disease even in few pockets designated as disease free zones will help in better marketing through export and more income to livestock farmers.

3. The Director of Animal Husbandry has further reported that Government of India has launched Foot and Mouth Disease Control Programme in bovines in designated Districts in the country especially near large airports. In addition to implementing this programme, Government of Andhra Pradesh has extended the foot and mouth disease control programme to cover all the Districts in the State through other schemes like Rashtriya Krishi Vikas Yojana (RKVY) so as to make the State free from foot and mouth disease. The disease control programme involves vaccinating all bovines twice a year at an interval of six months. However, it is desirable to vaccinate the cattle and buffaloes three times a year at an interval of four months and sheep, goats and pigs twice at an interval of six months for effective control and eventual eradication of the disease as was practiced in the in the Western countries.

4. Presently, the production of Foot and Mouth Disease Vaccine is estimated to be 180 million doses which is not even one-third of about 700 million doses required to be produced to meet internal demand as well as export needs. Thus there is a large gap of about 500 million doses/annum and, therefore, there is a need to set up few more new foot and mouth disease vaccine plants in the country.

5. The Veterinary Biological Research Institute (VBRI) of Animal Husbandry Department at Shanthinagar, Hyderabad has a Standardization and Testing Unit at Rajendranagar which is being shifted to the premises of V.B.R.I., Hyderabad. The Unit at Rajendranagar has about 20 acres of land belonging to Animal Husbandry Department apart from buildings. It is proposed to set up a Foot and Mouth Disease Vaccine Production Plant in this land under Public Private Partnership.

6. The Director of Animal Husbandry has informed that initially it is proposed to produce 100 million doses per annum. The project may cost about Rs.100 crores in the first phase. In the second phase, the project will be expanded to 150 million doses/annum and also Blue Tongue Vaccine. However, the modalities of plant capacity and other issues will be finalized after selection of successful developer. Andhra Pradesh State needs about 30 million doses /annum for its departmental consumption. The Foot and Mouth Disease Vaccine Unit can be asked to supply foot and mouth disease vaccine to the Animal Husbandry Department at concessional rates for effective implementation of the disease control programme. The surplus vaccine doses can be made available to other States and also exported to other countries in Asia and Africa where the disease is prevalent.

7. In view of the above, the Director of Animal Husbandry has proposed to engage the services of suitable Consultants from the approved and shortlisted Consultancy Firms listed by the Government of India. Though initially Government of Andhra Pradesh makes the payment of consultancy charges to the Consultants, it is proposed to recover entire expenditure of consultants from the successful bidder/developer. The consultants will assist Director of Animal Husbandry in preparation of feasibility report, calling for tenders for EOI, shortlisting parties, calling for final proposals from the short listed parties, evaluation of proposals received, and selection of suitable developer for the project and signing of legally valid agreement. Therefore, the Director of Animal Husbandry has requested the Government for in Principle Clearance for the proposals.

8. Government after careful examination of the proposals, hereby accord permission in principle to the Director of Animal Husbandry on the following items:

- I. For establishment of Foot & Mouth Vaccine Production Plant of 100 to 150 million doses capacity / annum and also other vaccines like Blue Tongue etc. in the land of Animal Husbandry Department at Rajendranagar under Public Private Partnership (PPP). There will not be any investment by Government of Andhra Pradesh in the form of cash towards its equity. Required land will be provided by the Animal Husbandry Department and the cost of the land will be treated as Government's equity in the Joint Venture Company.
- II. To engage reputed P.P.P. consultant from the approved panel of Transaction Advisors list of Government of India through calling quotations. The expenses for the consultancy services will be initially born by the Government and subsequently be reimbursed by the successful bidder/developer.

9. The Director of Animal Husbandry shall take further necessary action in the matter.

10. This order issues with the concurrence of Finance Dept vide their UO No.2557/FS(R&E)/ 2010, dated 11.3.2010.

**(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)**

**Dr. PRIYADARSHI DASH,  
Special Chief Secretary to Government.**

To

The Director of Animal Husabndry, Hyderabad.

Copy to:

The Secretary to Government (R&E), Finance Department.

The Principal Secretary to Chief Minister.

The Accountant General, A.P., Hyderabad.

The Director of Treasuries & Accounts, A.P., Hyderabad.

The Pay & Accounts Officer, Hyderabad.

The Finance (Expr.AH&F) Department.

**// FORWARDED :: BY ORDER //**

**SECTION OFFICER**